

STATE OF SOUTH CAROLINA

(Caption of Case)

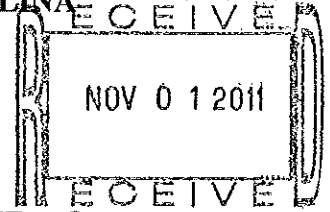
Request for Implementing Forest Hills Phase 3 Rate Increase

BEFORE THE
PUBLIC SERVICE COMMISSION
OF SOUTH CAROLINA

COVER SHEET

DOCKET

NUMBER: 2003 - 277 - S



(Please type or print)

Submitted by: Jacabb Utilities, LLC

SC Bar Number:

Address: 210 W North Second Street

Telephone: 864-882-8194

Seneca, SC 29678

Fax: 864-882-0851

Other:

Email: sheilat@goldieassociates.com

NOTE: The cover sheet and information contained herein neither replaces nor supplements the filing and service of pleadings or other papers as required by law. This form is required for use by the Public Service Commission of South Carolina for the purpose of docketing and must be filled out completely.

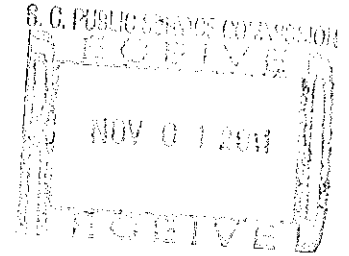
DOCKETING INFORMATION (Check all that apply)

☐ Emergency Relief demanded in petition ☒ Request for item to be placed on Commission's Agenda expeditiously

☐ Other:

INDUSTRY (Check one)	NATURE OF ACTION (Check all that apply)		
<input type="checkbox"/> Electric	<input type="checkbox"/> Affidavit	<input type="checkbox"/> Letter	<input type="checkbox"/> Request
<input type="checkbox"/> Electric/Gas	<input type="checkbox"/> Agreement	<input type="checkbox"/> Memorandum	<input type="checkbox"/> Request for Certificatio
<input type="checkbox"/> Electric/Telecommunications	<input type="checkbox"/> Answer	<input type="checkbox"/> Motion	<input type="checkbox"/> Request for Investigator
<input type="checkbox"/> Electric/Water	<input type="checkbox"/> Appellate Review	<input type="checkbox"/> Objection	<input type="checkbox"/> Resale Agreement
<input type="checkbox"/> Electric/Water/Telecom.	<input type="checkbox"/> Application	<input type="checkbox"/> Petition	<input type="checkbox"/> Resale Amendment
<input type="checkbox"/> Electric/Water/Sewer	<input type="checkbox"/> Brief	<input type="checkbox"/> Petition for Reconsideration	<input type="checkbox"/> Reservation Letter
<input type="checkbox"/> Gas	<input type="checkbox"/> Certificate	<input type="checkbox"/> Petition for Rulemaking	<input type="checkbox"/> Response
<input type="checkbox"/> Railroad	<input type="checkbox"/> Comments	<input type="checkbox"/> Petition for Rule to Show Cause	<input type="checkbox"/> Response to Discovery
<input checked="" type="checkbox"/> Sewer	<input type="checkbox"/> Complaint	<input type="checkbox"/> Petition to Intervene	<input type="checkbox"/> Return to Petition
<input type="checkbox"/> Telecommunications	<input type="checkbox"/> Consent Order	<input type="checkbox"/> Petition to Intervene Out of Time	<input type="checkbox"/> Stipulation
<input type="checkbox"/> Transportation	<input type="checkbox"/> Discovery	<input type="checkbox"/> Prefiled Testimony	<input type="checkbox"/> Subpoena
<input type="checkbox"/> Water	<input type="checkbox"/> Exhibit	<input type="checkbox"/> Promotion	<input type="checkbox"/> Tariff
<input type="checkbox"/> Water/Sewer	<input type="checkbox"/> Expedited Consideration	<input type="checkbox"/> Proposed Order	<input type="checkbox"/> Other:
<input type="checkbox"/> Administrative Matter	<input type="checkbox"/> Interconnection Agreement	<input type="checkbox"/> Protest	
<input type="checkbox"/> Other:	<input type="checkbox"/> Interconnection Amendment	<input type="checkbox"/> Publisher's Affidavit	
	<input type="checkbox"/> Late-Filed Exhibit	<input checked="" type="checkbox"/> Report	

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2003-277-S



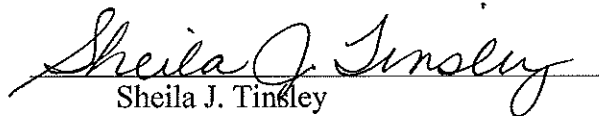
IN RE:

Request for Implementing Forest Hills
Phase 3 Rate Increase

CERTIFICATE OF SERVICE

This is to certify that I have caused to be served this day one (1) copy of the **Report** by placing same in the care and custody of the United States Postal Service with first class postage affixed thereto and addressed as follows:

Dukes Scott
Office of Regulatory Staff
1401 Main Street, Suite 900
Columbia, SC 29211


Sheila J. Tinsley

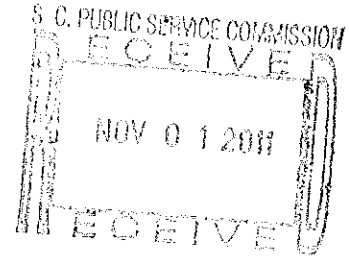
Seneca, South Carolina
This 28th day of October 2011



October 28, 2011

VIA – FIRST CLASS MAIL

Ms. Jocelyn Boyd
Chief Clerk of the Commission
SC Public Service Commission
P.O. Box 11649
Columbia, SC 29211



RE: Request for Implementing Forest Hills Phase 3 Rate Increase
Docket 2003-277-S – Order No. 2004-101

Dear Ms Boyd:

JACABB Utilities, LLC requests the South Carolina Public Service Commission (Commission) approve the rate increase for the Phase 3 rate structure under Docket 2003-277-S - Order No, 2004-101. This docket is listed in the name of J.C. Cox Utilities, Inc. however the transfer of sewer services, assets, and authority from J.C. Cox Utilities to JACABB Utilities, LLC was approved under Docket No. 2005-43-S - Order 2005-617.

In order to comply with the above referenced order, JACABB Utilities submits the following report.

Approval to tie onto Town of Williamston's Big Creek East Wastewater Treatment Plant (Williamston WWTP) using Anderson County's capacity was approved by the Commission on June 13, 2008 under Docket No. 2003-277-S Order No 2008-722. The lift station was installed under the construction permit issued by the South Carolina Department of Health and Environmental Control (DHEC) and the Operating Permit issued on August 26, 2008, Attachment A.

The associated costs for the lift station are:

- Engineering design and drafting, field surveys, wetland delineation, and permitting costs and fees - \$9,677.97
- Lift Station construction and installation - \$149,235.00
- Lagoon Closure - \$15,662.71

On August 12, 2008, JACABB received a notice from DHEC officially closing Consent Order Number 06-128W, Attachment B.

August 2009, JACABB received a letter from DHEC acknowledging the closure of the Forest Hill Subdivision Lagoon, Attachment C. This concluded the final compliance issue making the Utility compliant with all regulatory agencies.

In October 2008 wastewater flow was sent to the Williamston WWTP. Monthly flow readings are submitted to both Anderson County and Williamston. Anderson County invoices JACABB monthly for the flow at a rate of \$6.95 per one thousand gallons. Included, for your reference, is an invoice from Anderson County for service period 9/8/2011 to 10/4/2011 for \$1018.87, see Attachment D.

JACABB hereby requests to modify the terms of the current rate schedule to include a pass-through rate, see Attachment E. This pass-through would allow JACABB to increase the rate to its customers in the identical amount of any increase charged to JACABB by Anderson County.

At the time the current rate structure was approved the wastewater was treated on-site and there were no outside charges. At the time of the tie-in to Williamston's WWTP, Anderson County's rate was \$5.31 per thousand gallons. Their current rate is \$6.95 per thousand gallons. Anderson County charges to JACABB for 2010 were 83% of JACABB's total income for that year.

To avoid the cost to pursue a rate case in the future should there be another increase by Anderson County, JACABB requests that the Commission add the pass-through to the current rate structure based on the DHEC Contributory Loading for a single family unit as described in Attachment E.

Attachment F is an income statement for 2010 which shows the operational deficiency with the current rate customer rate of \$53.16 per customer.

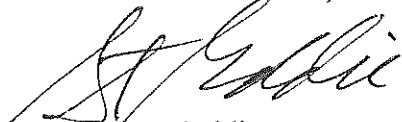
JACABB Utilities hereby requests the South Carolina Public Service Commission to authorize the implementation of Phase 3 rates as approved by Docket No. 2003-277-S Order No. 2004-101 and approve the pass-through modification to the rate structure.

JACABB also requests for the Commission to expedite the approval of this request and that the Commission waive any hearing as set out in SC Code Ann. Section 58-5-204(G).

Please do not hesitate to contact me if you have any questions or if I may provide you with additional information. Thank you in advance for your assistance.

Sincerely,

JACABB UTILITIES, LLC



Stephen R. Goldie
Managing Member

Enclosures

cc: Dukes Scott, Office of Regulatory Staff
James S. Eakes, Esquire



C. Earl Hunter, Commissioner

Promoting and protecting the health of the public and the environment.

APPROVAL TO PLACE INTO OPERATION

ISSUED TO: JACABB UTILITIES LLC
210 W N SECOND ST
SENECA SC 29678

for the operation of a wastewater treatment/collection system permitted under construction permit 34395-WW, dated October 04, 2007, as described below

PROJECT NAME: FOREST HILLS S/D LIFT STATION
COUNTY: Anderson
PROJECT DESCRIPTION: Installation of approximately 2856 LF of 4" PVC force main, 12 LF of 8" PVC gravity sewer main, one manhole and one sewage lift station.
PERMITTED FLOW: 32000 gallons per day
WWTP: WILLIAMSTON TOWN OF (SC0046841)
SPECIAL CONDITIONS:

1. Proper rain diversion / storm runoff preventatives should be in place within 30 days of issuance of this permit.
2. A weather durable sign with a 24-hour emergency telephone number needs to be located in a conspicuous place on the perimeter fence.
3. The wet well must have a screened vent installed.
4. The receptacle for the backup power generator must be installed.
5. Once all of the above conditions have been met, this office requests notification via phone or e-mail.

This approval is based on the Engineer's letter of certification signed by Adam Hogan, P.E., South Carolina Registration No. 25472.

DATE ISSUED: August 26, 2008

Melissa M. Morella

Melissa M Morella, District Engineer Associate, EIT
Environmental Quality Control
Anderson EQC Office

Post-It™ brand fax transmittal memo 7671		# of pages > 1
To	Adam Hogan	From
Co.		Co.
Dept.		Phone #
Fax #	864-262-0851	Fax #
		864-262-0851

cc: Bureau of Water Permitting File
Local Environmental Health Office

SOUTH CAROLINA DEPARTMENT OF HEALTH AND ENVIRONMENTAL CONTROL
Region I

Serving Abbeville, Anderson, Edgefield, Greenwood, Laurens, McCormick, Oconee and Saluda Counties
Anderson EQC Office • 2514 BELTON HWY • ANDERSON SC 29621 • Phone: 864-260-5569 •
www.scdhec.gov

Received Time Aug. 26. 12:49PM

BOARD:
Paul C. Aughttry, III
Chairman
Edwin H. Cooper, III
Vice Chairman
Steven G. Kisner
Secretary

ATTACHMENT B



C. Earl Hunter, Commissioner

Promoting and protecting the health of the public and the environment

RECEIVED
8/14/08

BOARD:
Henry C. Scott
M. David Mitchell, MD
Glenn A. McCall
Coleman F. Buckhouse, MD

August 12, 2008

Mr. Steve Goldie
Managing Owner
JACABB Utilities, LLC
210 West North Second Street
Seneca, SC 29678

RE: **Consent Order # 06-128-W - Closed**
Forest Hills SD WWTF
NPDES Permit # SC0028525
Anderson County

Dear Mr. Goldie:

Based on a review of the enforcement and compliance files for the above referenced facility it has been determined that all Order requirements have been completed. Therefore, Consent Order 06-128-W is considered **closed** effective August 12, 2008.

If you have any questions with regards to this matter, please contact me at (803) 898-4273 or by e-mail at proctorl@dhec.sc.gov.

Sincerely,

Robert L. Proctor
WP Enforcement Section
Bureau of Water

cc: Jaime Teraoka, WP Enforcement Section
Allison Atkinson, Region 1-Anderson EQC Office
Mike Montebello, BOW-Domestic WW Permitting

ATTACHMENT C



C. Earl Hunter, Commissioner

Promoting and protecting the health of the public and the environment.

August 20, 2009

Mr. Stephen Goldie
JACABB Utilities, LLC
210 W. N. Second Street
Seneca, SC 29678

Re: **Forest Hills Subdivision Lagoon Closure**
NPDES # SC0028525
Anderson County

Dear Mr. Goldie:

On July 23, 2009, representatives from the Region 1 Anderson EQC Office performed a site inspection at the wastewater lagoon listed above.

Based upon the site inspection, the Department agrees that the lagoon has been closed out completely and in accordance with the proposed closeout procedures.

If you have any questions or need more information, please feel free to contact me at the address shown at the bottom of this page or give me a call at (864) 260-5569.

Sincerely,

Melissa M. Morella

Melissa M. Morella, E.I.T.
District Engineer Associate
EQC Region 1 Anderson
morellmm@dhec.sc.gov

cc: Mike Montebello, Permitting, SC DHEC

South Carolina Department of Health and Environmental Control

Region 1: Serving Abbeville, Anderson, Edgefield, Greenwood, Laurens, McCormick, Oconee, and Saluda Counties •
Anderson EQC Office • 2514 Belton Highway • Anderson, SC 29621 • Phone: 864.260.5569 • Fax: 864.260.4855 • www.scdhec.gov

Received Time Aug. 20. 12:48PM

ANDERSON COUNTY SEWER

P.O. BOX 13666

ANDERSON, S.C. 29624

Telephone 864-260-4710

SERVICE ADDRESS		1 FOREST HILLS		ADDRESS CORRECTION REQUESTED	
READINGS		USED		CODE	
PREVIOUS	PRESENT				
26793	28259	1466		SE	
<i>DOB Misc</i> <i>10-11 Scops MC</i>		1018.87		1018.87	
SERVICE PERIOD		9/08/2011 TO 10/04/2011		AMOUNT DUE > 1018.87	
DATE OF BILL		10/14/2011		ACCOUNT NUMBER	
				PAY BY > 11/01/2011	

FAILURE TO RECEIVE BILL DOES NOT EXCUSE SERVICE DISCONNECTION
NOT RESPONSIBLE FOR MAIL DELIVERY
CODES: SE - SEWER TP - TAP FEE SC - SERVICE CHARGE
PN - PENALTY BF - BALANCE FORWARD

JACABB UTILITIES
210 W NORTH SECOND STRE
SENECA SC
29678-0000

ACCOUNT NUMBER	AMOUNT DUE
1	1018.87

10/14/2011

KEEP THIS STUB FOR YOUR RECORDS

ATTACHMENT D

ANDERSON COUNTY SEWER

P.O. BOX 13666

ANDERSON, S.C. 29624

Telephone 864-260-4710

SERVICE ADDRESS		1 FOREST HILLS		ADDRESS CORRECTION REQUESTED	
READINGS		USED		CODE	
PREVIOUS	PRESENT				
26793	28259	1466		SE	
<i>DOB Misc</i> <i>10-11 Scops MC</i>		1018.87		1018.87	
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JACABB UTILITIES
210 W NORTH SECOND STRE
SENECA SC
29678-0000

ACCOUNT NUMBER	AMOUNT DUE
1	1018.87

10/14/2011

RETURN THIS STUB WITH PAYMENT

ATTACHMENT E

JACABB Utilities, LLC (JACABB) pays Anderson County to utilize its capacity in the Williamston's Big Creek East Wastewater Treatment Plant (Williamston WWTP) to treat the wastewater from Forest Hills Subdivision. From time to time, Anderson County increases the sewer rates. Whenever Anderson County increases the sewer rates to JACABB, the following billing adjustment shall be made by JACABB to its customer rates:

1. Billing Adjustment

In the event that Anderson County adjusts the unit price per 1,000 gallons, the following billing adjustment practice would apply:

- (a) If the unit price is adjusted, the cost change per 1,000 gallons would be passed through to the customers as a new sewer rate.

The Phase 3 sewer rate (\$82.82 per customer) using the DHEC Contributory Loading for a single family equivalent (SFE) equals \$6.902 per thousand gallons.

$(400 \text{ gallons (SFE)} \times 30 \text{ (days per month)}) = 12,000 \text{ gallons per month.}$
 $\$6.902 \text{ (per thousand gallons)} \times 12 = \82.82

Example: Anderson County increases the sewer rate by five cents per thousand gallons. $(\$6.90 + 0.05) \times 12 = \83.40 . The customer's bill would reflect a sewer rate of \$83.40.

(JACABB rate per thousand gallons would increase to a rate of \$6.95 per thousand gallons or \$83.40.)

2. Notification

Any sewer rate adjustment shall not be billed until the following conditions are met:

- (a) JACABB shall furnish the Public Service Commission of South Carolina satisfactory proof of the basis for the adjustment and the billing method to be utilized prior to its proposed effective date.
- (b) JACABB shall furnish written notice to the customers affected by the Sewer Rate Increase advising them of the basis for the billing adjustment and its effective date.

Income Statement

JACABB Utilities, LLC

Forest Hills Subdivision

January 1, 2010 - December 31, 2010

Financial Statements in U.S. Dollars

Revenue

Sewer Income

21145

Net Income

\$ 21,145

Expenses

Bank Charges

41

Communications (Missions)

347

Contract Labor

3516

Depreciation

9932

Insurance

848

Interest

8884

Legal and Professional Fees

2311

Licenses and Fees

195

Property Taxes

7661

Repairs and Maintenance

3639

Utilities

536

Wastewater Treatment (Anderson Cty)

17484

Total Expenses

\$ 55,395

Net Operating Income

\$ (34,250)

Other Income

Interest Income

Total Other Income

\$ -

Net Income (Loss)

\$ (34,250)